

Summary of Financial Statement Audit and Management Assurances

The following tables provide a summarized report on the Department's financial statement audit and its management assurances. For more details, the auditors' report can be found beginning on page 104 and the Department's management assurances on page 25.

SUMMARY OF FINANCIAL STATEMENT AUDIT

Audit Opinion: Disclaimer of Opinion

Restatement: No

| Material Weaknesses | Beginning Balance | New | Resolved | Consolidated | Ending Balance |
|----------------------------------|-------------------|-----|----------|--------------|----------------|
| Total Material Weaknesses | 1 | 1 | 0 | 1 | 1 |

SUMMARY OF MANAGEMENT ASSURANCES

Effectiveness of Internal Control Over Financial Reporting—*Federal Managers' Financial Integrity Act (FMFIA) 2*

Statement of Assurance: Unmodified

| Material Weaknesses | Beginning Balance | New | Resolved | Consolidated | Reassessed | Ending Balance |
|----------------------------------|-------------------|-----|----------|--------------|------------|----------------|
| Total Material Weaknesses | 0 | 0 | 0 | 0 | 0 | 0 |

The Department had no material weaknesses in the design or operation of the internal control over financial reporting.

Effectiveness of Internal Control Over Operations—*FMFIA 2*

Statement of Assurance: Unmodified

| Material Weaknesses | Beginning Balance | New | Resolved | Consolidated | Reassessed | Ending Balance |
|----------------------------------|-------------------|-----|----------|--------------|------------|----------------|
| Total Material Weaknesses | 0 | 0 | 0 | 0 | 0 | 0 |

Conformance With Financial Management System Requirements—*FMFIA 4*

Statement of Assurance: The Department systems conform to financial management system requirements.

| Nonconformances | Beginning Balance | New | Resolved | Consolidated | Reassessed | Ending Balance |
|------------------------------|-------------------|-----|----------|--------------|------------|----------------|
| Total Nonconformances | 0 | 0 | 0 | 0 | 0 | 0 |

Compliance with *Federal Financial Management Improvement Act of 1996 (FFMIA)*

| | Agency | Auditor |
|--|-----------------------------|-----------------------------|
| 1. System Requirements | No lack of compliance noted | No lack of compliance noted |
| 2. Federal Accounting Standards | No lack of compliance noted | No lack of compliance noted |
| 3. U.S. Standard General Ledger at Transaction Level | No lack of compliance noted | No lack of compliance noted |